

STATE BUDGET AND CONTROL BOARD
MEETING OF May 15, 2007

REGULAR SESSION
ITEM NUMBER 1

AGENCY: Retirement Division

SUBJECT: System Valuations as of July 1, 2006

The laws governing the operation of the South Carolina Retirement Systems provide that actuarial valuations of the assets and liabilities of the System shall be made annually.

Based on the results of the July 1, 2006, valuations, the actuaries believe that the valuations appropriately reflect the Systems' long term obligations and the current schedule of contributions are sufficient to fund the liabilities of the System over a reasonable time frame, and based on these criteria, the Systems may be deemed actuarially sound.

BOARD ACTION REQUESTED:

Accept the valuations and adopt the Actuary's recommendations.

ATTACHMENTS:

Agenda item worksheet; SCRS Valuation; PORS Valuation; GARS Valuation; JSRS Valuation; NGRS Valuation; Summary of Results

BUDGET AND CONTROL BOARD AGENDA ITEM WORKSHEET

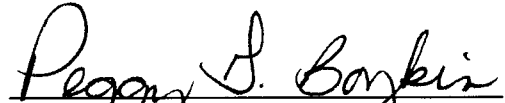
For meeting scheduled for:
May 15, 2007

☐ Blue Agenda
☒ Regular Session
☐ Executive Session

1. Submitted by:

(a) **Agency:** BC&B Retirement Division

(b) **Authorized Official Signature**


Peggy G. Boykin, CPA, Director

2. Subject: System Valuations as of July 1, 2006

3. Summary Background Information:

The laws governing the operation of the South Carolina Retirement Systems provide that actuarial valuations of the assets and liabilities of the System shall be made annually.

Based on the results of the July 1, 2006, valuations, the actuaries believe that the valuations appropriately reflect the Systems' long term obligations and the current schedule of contributions are sufficient to fund the liabilities of the System over a reasonable time frame, and based on these criteria, the Systems may be deemed actuarially sound.

4. What is Board asked to do?

Accept the valuations and adopt the Actuary's recommendations.

5. What is recommendation of the Board division involved?

Accept the valuations and adopt the Actuary's recommendations.

6. Recommendation of other office (as required)?

	Authorized Signature
Office Name _____	_____

7. Supporting Documents:

List those attached:

- SCRS Valuation
- PORS Valuation
- GARS Valuation
- JSRS Valuation
- NGRS Valuation
- Summary of Results

**List those not attached
but available:**

South Carolina Retirement Systems - Summary of Results

	SCRS		PORS		GARS		JSRS	
	2006	July 1, 2005	2006	July 1, 2005	2006	July 1, 2005	2006	July 1, 2005
Number of Active Members and Compensation								
State Employees Compensation	53,360 \$ 2,135,447	53,098 \$ 2,019,747						
Teachers Compensation	81,578 \$ 2,918,377	79,659 \$ 2,762,340						
Others Compensation	49,344 \$ 1,679,555	48,265 \$ 1,574,402						
Total Number of Actives Members	184,282	181,022	24,813	23,795	170	170	128	128
Total Compensation	\$ 6,733,379	\$ 6,356,489	\$ 931,815	\$ 850,610	\$ 3,854	\$ 3,854	\$ 15,929	\$ 15,465
Number of Persons Receiving Benefits								
Total Number Receiving Benefits	97,205	94,667	10,134	9,661	317	312	144	141
Total Amount of Benefits	\$ 1,704,589	\$ 1,610,417	\$ 174,945	\$ 160,756	\$ 5,775	\$ 5,716	\$ 10,051	\$ 9,615
Trust Fund Assets								
Market Value	\$ 22,132,638	\$ 21,704,133	\$ 2,897,018	\$ 2,773,515	\$ 45,679	\$ 46,679	\$ 123,505	\$ 119,393
Actuarial Value	\$ 22,293,446	\$ 21,625,510	\$ 2,935,841	\$ 2,774,606	\$ 46,075	\$ 46,316	\$ 124,837	\$ 118,888
Unfunded Actuarial Accrued Liability (UAAL)	\$ 9,725,073	\$ 8,591,961	\$ 530,440	\$ 399,324	\$ 23,659	\$ 22,845	\$ 86,547	\$ 85,959
Remaining Liquidation Period (Years)	30	30	18	15	19	20	29	30
Required Contribution as a Percent of Compensation*								
State and Teachers								
Normal Cost Contribution	4.14%	4.23%	7.14%	7.12%	409	417	14.38%	14.44%
UAAL Contribution	3.91%	3.32%	3.16%	3.18%	\$ 2,086	\$ 2,024	27.72%	27.66%
Group Life Contribution**	0.15%	0.15%	0.20%	0.20%	N/A	N/A	N/A	N/A
Accidental Death Contribution			0.20%	0.20%				
Total	8.20%	7.70%	10.70%	10.70%	\$ 2,495	\$ 2,441	42.10%	42.10%
Others								
Normal Cost Contribution	4.14%	4.23%						
UAAL Contribution	3.91%	3.32%						
Group Life Contribution	0.15%	0.15%						
Total	8.20%	7.70%						

* For GARS, dollar amounts. SCRS contribution rate increasing to 9.21% as of 7/1/2007. JSRS contribution rate increasing to 45.09% as of 7/1/2007

** For GARS and JSRS, included in Normal Cost and UAAL
all dollar amounts in thousands

